



DEBRA K. DAVENPORT, CPA  
AUDITOR GENERAL

**STATE OF ARIZONA**  
**OFFICE OF THE**  
**AUDITOR GENERAL**

WILLIAM THOMSON  
DEPUTY AUDITOR GENERAL

May 16, 2005

Governing Board  
Kin Dah Lichi'I Olta, Inc.  
P.O. Box 800  
Ganado, AZ 86505

Members of the Board:

School district-sponsored charter schools must have annual audits and should submit the related audit reports to our Office within 9 months of fiscal year-end. At the same time, the school's auditors must prepare and submit a Uniform System of Financial Records for Arizona Charter Schools (USFRCS) Compliance Questionnaire. The school's reports and the questionnaire for the year ended June 30, 2004, were due by March 31, 2005; however, we have not received them. Consequently, the school has not complied with the USFRCS and state law in regard to report submission.

If the school does not submit the reports and questionnaire within 90 days of the date of this letter, we will notify the Arizona State Board of Education of the school's noncompliance and request that appropriate action be taken as prescribed by Arizona Revised Statutes (A.R.S.) §15-272.

In addition, we did not receive a copy of the school's proposed audit contract for that year for approval. To comply with A.R.S., the school must send us a copy of its proposed audit contract for our approval before the contract is signed and the audit begins. If you have already contracted for any audit, please send us a copy of the contract, without delay.

If you have questions about this letter or the action the school must take, please call me at (602) 553-0333.

Sincerely,

Gregory R. Rickert, CPA  
Accounting Services Manager

cc: Gordon Gorman, Principal  
Kin Dah Lichi'I Olta, Inc.  
Governing Board  
Peach Springs Unified School District No. 8  
Vicki G. Salazar, Associate Superintendent of Financial Services  
Arizona Department of Education